# UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF INDIANA HAMMOND DIVISION

TRUSTEES OF THE BRICKLAYERS UNION LOCAL NO. 6 OF INDIANA PENSION FUND, et al.,

Plaintiffs,

v.

Case No. 2:24-CV-311-GSL-APR

HOOSIER BROTHERS, INC.,

Defendant.

### **OPINION AND ORDER**

This matter is before the Court on Plaintiffs' Motion for Default Judgment. [DE 9]. The Court has reviewed the Motion and the supporting documents. For the following reasons, Plaintiffs' Motion is GRANTED.

#### **Background**

The Trustees of the Bricklayers Union Local No. 6 of Indiana Pension Fund and the Trustees of the Bricklayers Union Local No. 6 Health and Welfare Fund (together, "Plaintiffs") are the trustees of multiemployer benefit plans. [DE 1]. Hoosier Brothers, Inc. ("Defendant") is an Indiana corporation with its principal place of business located in or near Hammond, Indiana. *Id.* On December 6, 2022, and on September 1, 2023, Defendant executed separate Memorandums of Agreement ("MOAs") by which Defendant agreed to be bound by the terms of Collective Bargaining Agreements ("CBAs"). *Id.* ¶ 6. The CBAs incorporate the trust agreements for the Pension Fund and the Health and Welfare Fund ("Trust Agreements"). *Id.* ¶ 7. The Trust Agreements require plan participants, such as Defendant, to make monthly contributions into both funds. *Id.* ¶ 8. The CBA and Trust Agreements also incorporate a

collections policy. Id. Per the policy, Plaintiffs may conduct a payroll audit of a plan participant to ensure compliance with the trust agreements. Id. ¶ 9. This policy also allows Plaintiffs to collect late or missing contributions uncovered by an audit or discovered via other means. Id. ¶ 8. Under the collections policy, late or unpaid contributions are subject to liquidated damages of ten percent of the outstanding contribution amount and a one percent per month interest charge on any unpaid contributions or liquidated damages. Id. Plaintiffs may collect from plan participants any attorney fees and costs associated with the collection of delinquent or unpaid contributions. Id.

On September 6, 2024, Plaintiffs filed a complaint asserting their entitlement to unpaid contributions, liquidated damages, and other unpaid amounts, and that these are all recoverable from Defendant pursuant to ERISA and LMRA. [DE 1]. On November 6, 2024, the Clerk of the Court entered a default judgment against Defendant. [DE 8]. Plaintiffs' February 21, 2025, Motion for Default Judgment includes several exhibits setting forth that Defendant owes \$20,742.08 in unpaid contributions, liquidated damages, interest, audit costs, and attorney fees and costs. [DE 10]. Defendant has not answered the complaint or otherwise appeared to defend itself in this matter. Plaintiff's Motion is ripe for decision.

# **Legal Standard**

Federal Rule of Civil Procedure 55 governs the entry of default and the entry of default judgment. Specifically, it sets forth a two-step process: "the establishment of the default, and the actual entry of default judgment." *VLM Food Trading Int'l, Inc. v. Ill. Trading Co.*, 811 F.3d 247, 255 (7th Cir. 2016) (quoting *In re Catt*, 368 F.3d 789, 793 (7th Cir. 2004)); *see also Lowe v. McGraw-Hill Cos., Inc.*, 361 F.3d 335, 339 (7th Cir. 2004) ("The Federal Rules of Civil Procedure make a clear distinction between the entry of default and the entry of a default

judgment"). The first step is satisfied when the clerk of court enters a party's default because it has "failed to plead or otherwise defend" and this "failure is shown by affidavit or otherwise." Fed. R. Civ. P. 55(a). The second step—the entry of default judgment—may only be entered against "a defendant who has been defaulted." Fed. R. Civ. P. 55(b). The distinction is important because "[u]pon default, the well-pleaded allegations of a complaint relating to liability are taken as true." *VLM*, 811 F.3d 247, 255 (quoting *Dundee Cement Co. v. Howard Pipe & Concrete Prods., Inc.*, 722 F.2d 1319, 1323 (7th Cir. 1983). Thus, upon an entry of default judgment, it is established, as a matter of law, that the defendant is liable to the plaintiff for each cause of action in the complaint. *e360 Insight v. The Spamhaus Project*, 500 F.3d 594, 602 (7th Cir. 2007). A default judgment may not be entered without a damages hearing unless, "the amount claimed is liquidated or capable of ascertainment from definite figures contained in the documentary evidence or in detailed affidavits." *e360 Insight*, 500 F.3d at 602.

### **Discussion**

Plaintiffs have properly moved for default judgment. Defendant was properly served on October 11, 2024. [DE 6]. No answer was filed. Plaintiffs' Motion for Clerk's Entry of Default includes a certification that the motion was sent via U.S. Mail to Defendant's address, and an affidavit from Plaintiffs' attorney showing Defendant's failure to plead or otherwise defend itself in this matter. [DE 7]. Upon the Clerk's entry of default, Plaintiffs completed the first step of securing a default judgment. [DE 8]. With well-pleaded allegations in the complaint now established as true, Plaintiffs filed their Motion for Default Judgment. [DE 9].

With their Motion, Plaintiffs submitted two declarations. The first is the declaration of Robert Puza, who manages each fund. For the period of December 6, 2022 through March 31, 2023, Defendant owes \$9,407.52 in unpaid contributions, \$2,257.82 in accrued interest, \$940.74

in liquidated damages, and \$3,950.00 in audit fees. Puza Decl. at ¶ 6. The corresponding audits

attached to the Puza Declaration provide a more detailed accounting. The Sawyer Lehman

Declaration details the \$4,186.00 in attorney fees and \$405.00 in costs associated with this

matter. Lehman Decl. ¶¶ 3, 7. All amounts sought by Plaintiffs are capable of "ascertainment

from definite figures" and Plaintiffs provided "sufficient documentary evidence" and detailed

affidavits to establish the \$20,742.08 judgment sought. e360 Insight, 500 F.3d at 602. Therefore,

the Court may enter default judgment against Defendant without a hearing on damages.

Conclusion

Plaintiffs' Motion for Default Judgment [DE 9] is **GRANTED**. The Clerk shall enter

judgment by default in favor of Plaintiffs, Trustees of the Bricklayers Union Local No. 6 of

Indiana Pension Fund and Trustees of the Bricklayers Union Local No. 6 of Indiana Health and

Welfare Fund, in the amount of \$20,742.08, which includes unpaid contributions, liquidated

damages, interest, audit fees, and attorney fees. Defendant is further ordered to pay costs in the

amount of \$405. The judgment shall include declarations that under the terms of the Collective

Bargaining Agreement, Trust Agreements, and collections policy:

Plaintiffs are entitled to ongoing interest at the rate of one percent per month on the

component of the judgment consisting of unpaid contributions and liquidated damages.

Plaintiffs are entitled to an award of additional attorney fees and costs incurred in

collecting this judgment.

SO ORDERED.

ENTERED: May 14, 2025

/s/ GRETCHEN S. LUND

Judge

**United States District Court** 

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